

KANSAS LEGISLATIVE RESEARCH DEPARTMENT

68-West-Statehouse, 300 SW 10th Ave.
Topeka, Kansas 66612-1504
(785) 296-3181 • FAX (785) 296-3824

kslegres@klrd.ks.gov

<http://www.kslegislature.org/klrd>

June 1, 2015

To: Legislative Budget Committee

STATE GENERAL FUND (SGF) RECEIPTS JULY THROUGH MAY, FY 2015

This is the second monthly report of State General Fund (SGF) receipts for FY 2015 based upon the revised estimates made by the Consensus Revenue Estimating Group on April 20, 2015.

Total receipts through May of FY 2015 were \$6.3 million, or 0.1 percent, below the estimate. The component of total SGF receipts from taxes only was \$7.1 million, or 0.1 percent, below the estimate. Total SGF taxes only at the end of April were \$4.0 million, or 0.1 percent, below the estimate. Total receipts at the end of April were \$1.6 million, or less than 0.1 percent, above the estimate.

The figures in the "Estimate" and "Actual" columns under FY 2015 in the following table include actual receipts through March, so this report focuses on a comparison of the estimated and actual receipts for April and May. The estimated receipts for May were \$547.8 million. Actual receipts were \$539.9 million or \$7.9 million below the monthly estimate.

Taxes falling below the estimate by more than \$1.0 million were retail sales (\$7.5 million or 0.4 percent); corporation income (\$6.6 million or 1.9 percent); financial institutions (\$3.2 million or 9.4 percent); severance tax (\$2.2 million or 2.5 percent); and compensating use tax (\$1.2 million or 0.4 percent.)

Tax sources exceeding the estimate by more than \$1.0 million were individual income tax (\$12.0 million or 0.6 percent) and insurance premiums tax (\$3.1 million or 2.4 percent.)

Sales and compensating use tax receipts appear to mirror those in other states which are not meeting expectations. Available analysis suggests this could be due to the repayment of debt or lack of consumer confidence. Individual income tax receipts exceed estimates due to stronger withholding and balances due.

Interest earnings were above the estimate by \$0.2 million or 2.0 percent. Net transfers were \$1.5 million, or 1.3 percent, below the estimate. Agency earnings were above the estimate by \$2.1 million or 4.0 percent.

Total SGF receipts through May of FY 2015 were \$266.6 million, or 5.3 percent, above FY 2014 for the same period. Tax receipts only, for the same period, were above FY 2014 by \$73.4 million, or 1.5 percent.

This report excludes the deposit to the SGF of \$675.0 million, due to the issuance of a Certificate of Indebtedness during the current fiscal year. The Certificate will be discharged prior to the end of the fiscal year.

STATE GENERAL FUND RECEIPTS
July-May, FY 2015
(dollar amounts in thousands)

	Actual FY 2014	FY 2015			Percent change relative to:	
		Estimate*	Actual	Difference	FY 2014	Estimate
Property Tax/Fee:						
Motor Carriers	\$ 35,169	\$ 10,300	\$ 10,131	\$ (169)	(71.2) %	(1.6) %
Income Taxes:						
Individual	\$ 2,013,018	\$ 2,055,000	\$ 2,066,978	\$ 11,978	2.7 %	0.6 %
Corporation	321,786	345,000	338,369	(6,631)	5.2	(1.9)
Financial Inst.	24,483	34,000	30,799	(3,201)	25.8	(9.4)
Total	\$ 2,359,287	\$ 2,434,000	\$ 2,436,146	\$ 2,146	3.3 %	0.1 %
Excise Taxes:						
Retail Sales	\$ 1,920,714	\$ 1,965,000	\$ 1,957,538	\$ (7,462)	1.9 %	(0.4) %
Comp. Use	316,064	326,000	324,756	(1,244)	2.8	(0.4)
Cigarette	82,164	80,800	80,120	(680)	(2.5)	(0.8)
Tobacco Prod.	6,566	6,825	6,799	(26)	3.5	(0.4)
Cereal Malt Bev.	1,533	1,435	1,408	(27)	(8.2)	(1.9)
Liquor Gallonage	17,263	17,400	17,613	213	2.0	1.2
Liquor Enforce.	58,260	60,500	59,818	(682)	2.7	(1.1)
Liquor Drink	9,192	9,650	9,539	(111)	3.8	(1.2)
Corp. Franchise	6,371	6,400	6,517	117	2.3	1.8
Severance	120,499	90,250	88,011	(2,239)	(27.0)	(2.5)
Gas	35,423	26,050	25,093	(957)	(29.2)	(3.7)
Oil	85,076	64,200	62,918	(1,282)	(26.0)	(2.0)
Total	\$ 2,538,626	\$ 2,564,260	\$ 2,552,119	\$ (12,141)	0.5 %	(0.5) %
Other Taxes:						
Insurance Prem.	\$ 124,893	\$ 130,000	\$ 133,064	\$ 3,064	6.5 %	2.4 %
Miscellaneous	1,348	1,240	1,251	11	(7.2)	0.9
Total	\$ 126,241	\$ 131,240	\$ 134,315	\$ 3,075	6.4 %	2.3 %
Total Taxes	\$ 5,059,323	\$ 5,139,800	\$ 5,132,711	\$ (7,089)	1.5 %	(0.1) %
Other Revenue:						
Interest	\$ 10,890	\$ 11,150	\$ 11,376	\$ 226	4.5 %	2.0 %
Transfers (net)	(75,783)	113,300	111,804	(1,496)	247.5	(1.3)
Agency Earnings and Misc.	48,760	51,800	53,852	2,052	10.4	4.0
Total	\$ (16,133)	\$ 176,250	\$ 177,032	\$ 782	-- %	0.4 %
TOTAL RECEIPTS	\$ 5,043,190	\$ 5,316,050	\$ 5,309,743	\$ (6,307)	5.3 %	(0.1) %

Consensus estimate as of April 20, 2015.

Excludes a Certificate of Indebtedness of \$675 million that must be redeemed prior to the end of the fiscal year.

NOTE: Details may not add to totals due to rounding.